

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2011

**H.B. 1155**  
**May 29, 2012**  
**HOUSE PRINCIPAL CLERK**

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HOUSE DRH60165-ME-155 (04/27)

Short Title: Motor Vehicle Loan Balloon Payments. (Public)

Sponsors: Committee on Rules, Calendar, and Operations of the House.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT TO INCREASE REVENUE TO THE HIGHWAY TRUST FUND FROM THE  
3 HIGHWAY USE TAX BY STIMULATING THE SALE OF MOTOR VEHICLES BY  
4 ALLOWING BALLOON PAYMENTS ON MOTOR VEHICLE LOANS THAT EXCEED  
5 TEN THOUSAND DOLLARS.  
6 The General Assembly of North Carolina enacts:  
7 **SECTION 1.** G.S. 25A-34 reads as rewritten:  
8 "**§ 25A-34. Balloon payments.**  
9 With respect to a consumer credit sale, other than one pursuant to a revolving charge  
10 account, no scheduled payment may be more than ten percent (10%) (except the final payment  
11 may be twenty-five percent (25%)) larger than the average of earlier scheduled payments. This  
12 provision does not apply when the payment schedule is adjusted to the seasonal or irregular  
13 income of the buyer. This provision does not apply to a consumer credit installment sale  
14 contract for a self-propelled motor vehicle in which the loan amount exceeds ten thousand  
15 dollars (\$10,000)."  
16 **SECTION 2.** This act becomes effective October 1, 2012.



\* DRH 60165 - ME - 155 \*